

# California Actuarial Advisory Panel

**Minutes of  
June 5, 2012**

**Locations:  
State Controller's Office  
300 Capitol Mall, 6<sup>th</sup> Floor, Room 635  
Sacramento, CA 95814**

## **1. Call to Order**

Chair Milligan called the meeting to order at 10:30 AM and called the roll.

Present: Sacramento: Rick Reed, Leslie Finertie, John Bartel, Paul Angelo, Alan Milligan, Harold Loeb, and Graham Schmidt

Absent: Lynn Miller

SCO Staff: Lindsey Ross, Administrative Assistant  
Shawn Silva, Staff Counsel  
Scott Taylor, Fiscal Analyst

## **2. Approval of Minutes of the March 19, 2012 Meeting**

Mr. Schmidt moved and Mr. Bartel seconded to approve the minutes of the April 23, 2012 meeting without amendment. **The motion passed 7-0.**

## **3. Work Plan**

No action was taken.

## **4. Current Legislation**

The panel had a general discussion of various local government pension plan proposals.

No action was taken.

## **5. Next Meeting**

The Panel confirmed the next meeting date as July 20, 2012, from 10:30 AM to 3:30 PM and requested that staff schedule the following meeting for August 24, 2012, at 10:30 AM to 3:30 PM.

**6. Defining the Range of Model Funding Policies and Practices Working Group Update**

Mr. Angelo led a discussion of the latest draft. The Panel made several minor suggestions which Mr. Angelo noted.

**Mr. Reed left the meeting at 12:15 pm.**

**Mr. Milligan called for a break in the meeting at 12:25 PM and resumed the meeting at 12:58 PM.**

Mr. Angelo moved and Mr. Schmidt seconded to expose the draft as amended today after review for typographic errors by staff, to parties as determined by the Chair. The Chair and Vice Chair were designated to draft a cover letter. **The motion passed 6-0.**

**7. Society of Actuaries (SOA) Research Project – Call for Essays**

Mr. Schmidt discussed the SOA call for essays and upcoming meetings.

**8. Gain sharing under Article 5.5 of the 1937 CERL (“SRBR” counties) – actuarial and statutory issues.**

Mr. Schmidt updated the Panel.

**9. Possible response to proposed changes to ASOP 6**

The Panel discussed the possibility of responding. Mr. Schmidt moved and Ms. Finertie seconded to authorize the Chair and Vice Chair to submit a letter responding to the proposed ASOP 6, to be drafted by Mr. Bartel and Mr. Schmidt. **The motion passed 6-0.**

**10. SACRS request to review and comment on the most recent (February 21, 2012) SIEPR report**

The Panel discussed responding to SACRS. Mr. Bartel moved and Mr. Schmidt seconded to defer this issue until the next meeting. **The motion passed 6-0.**

**11. Developing Pricing and Disclosure Standards For Public Sector Benefit Improvements Working Group Update**

Ms. Finertie updated the Panel.

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**12. Question from an actuary concerning the applicability of the CAAP's Model Disclosure Elements to GASB 45/OPEB actuarial valuations.**

Mr. Bartel updated the Panel on the issue. The Panel discussed the issue. Ms. Finertie moved and Mr. Loeb seconded to delegate authority to Mr. Bartel and Mr. Loeb to issue a response. **The motion passed 6-0.**

**13. Public Comment**

There was no additional public comment.

**14. Adjournment**

Mr. Schmidt moved and Ms. Finertie seconded to adjourn the meeting. **The motion passed 6-0, and the Panel adjourned at 2:24 PM.**